
STATISTICAL SECTION

for Fiscal Year ending June 30, 2004

Photo & information courtesy of the Visit Frankfort, Inc.

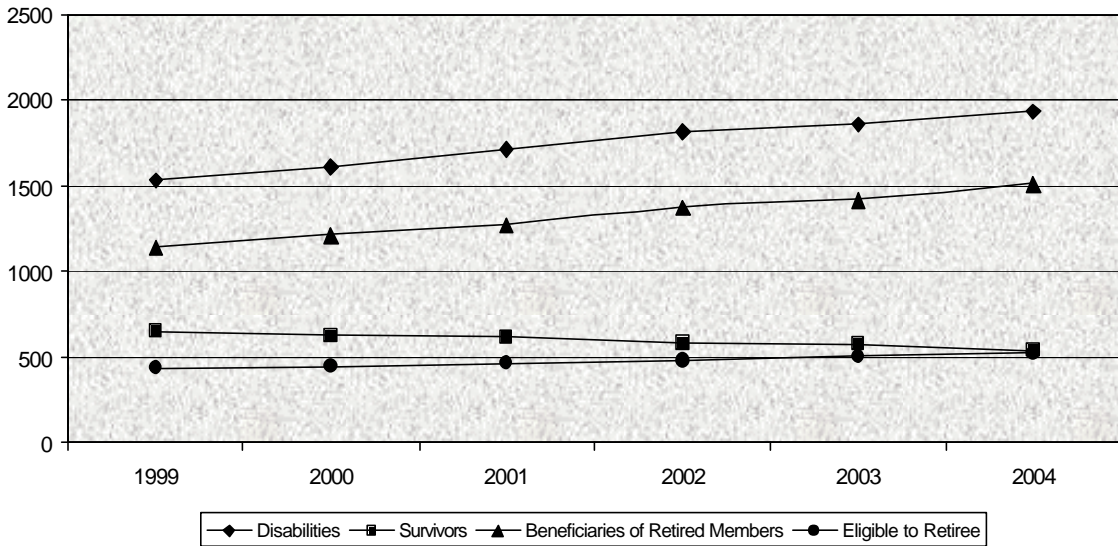


Liberty Hall

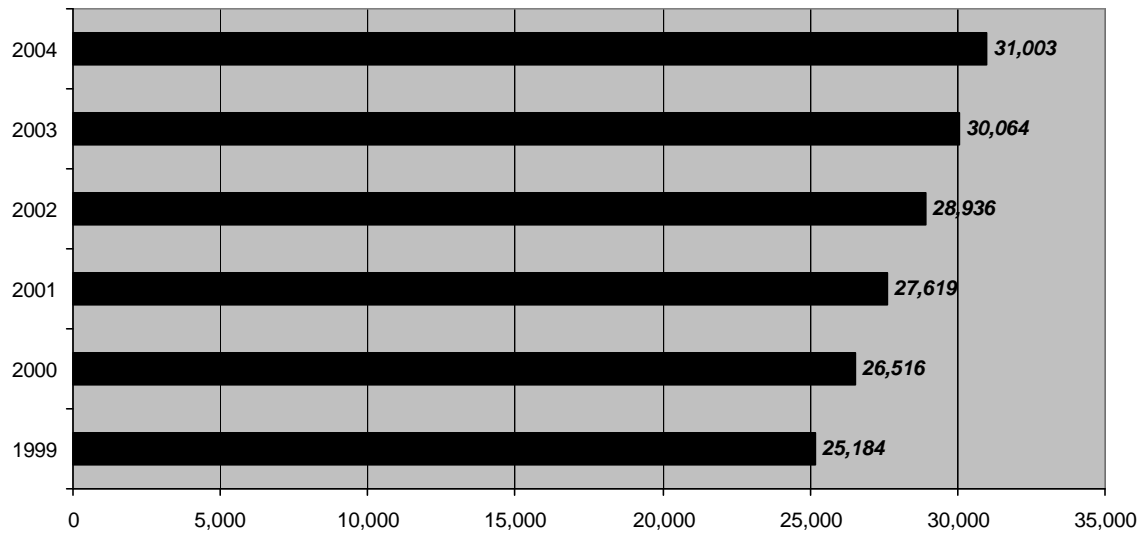
Frankfort, Kentucky

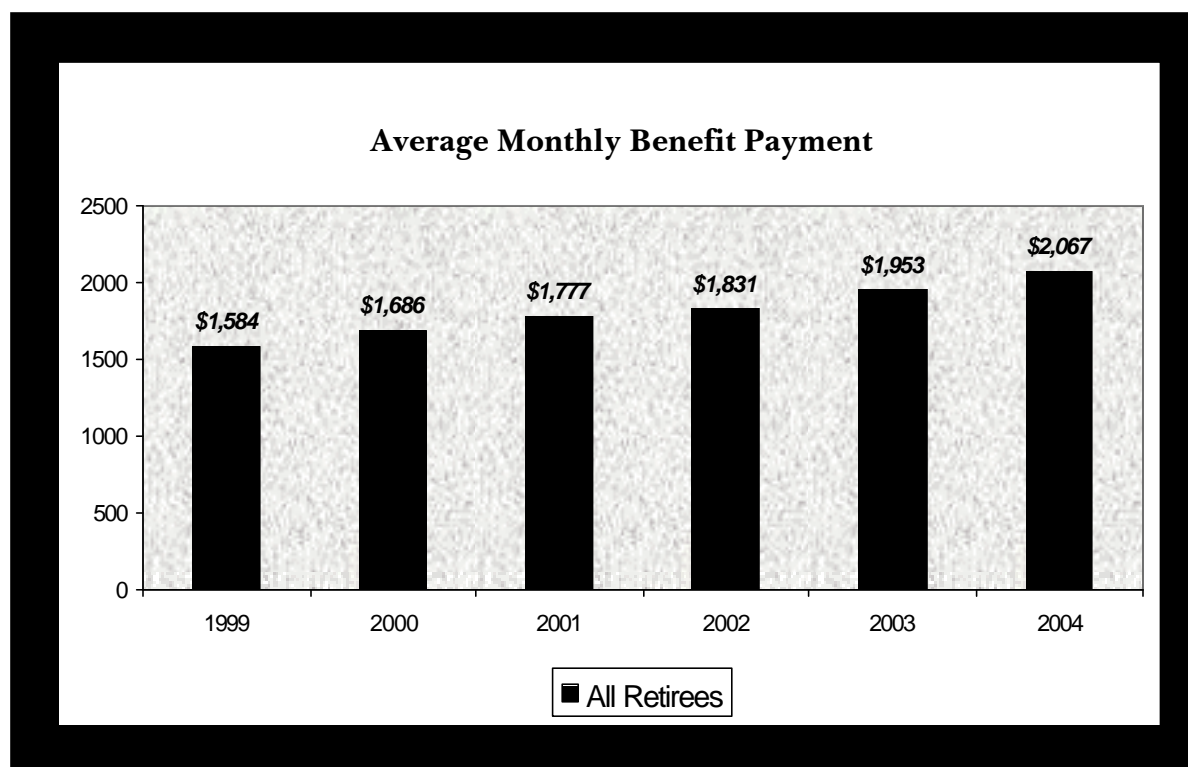
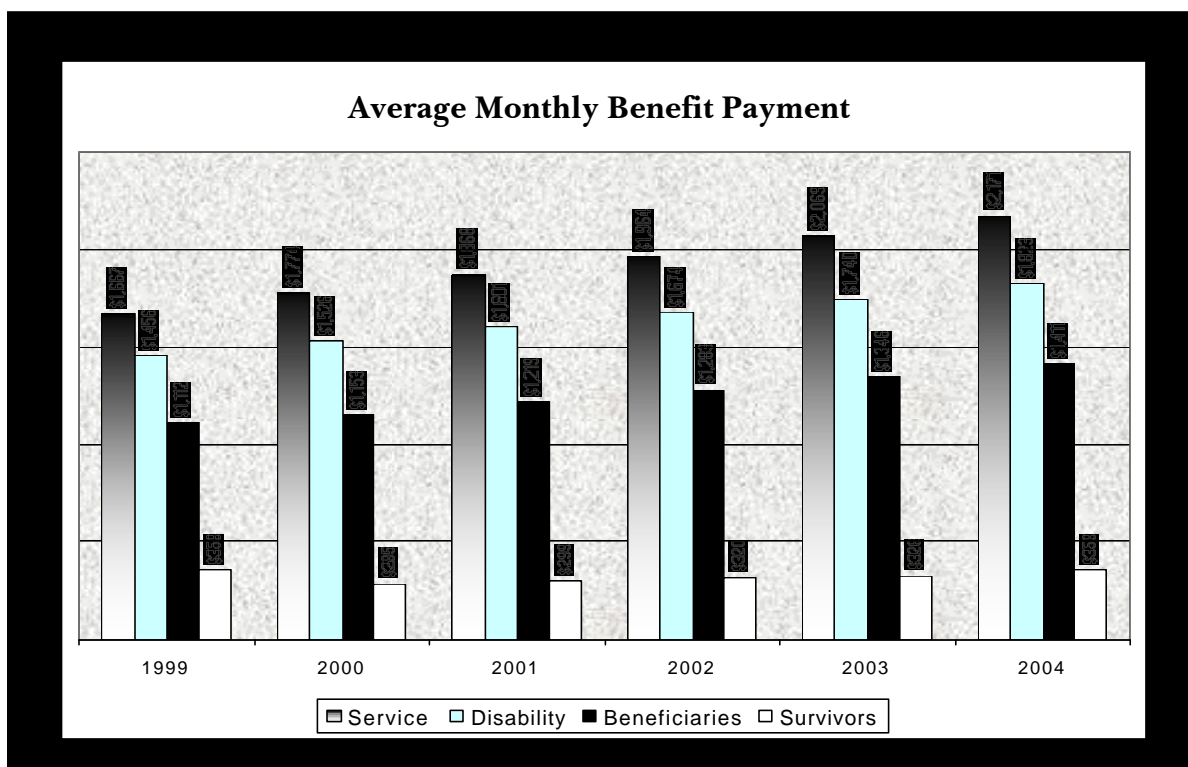
Liberty Hall (1796) is the Federalist style mansion of Kentucky's first senator, John Brown. This architectural masterpiece from Kentucky's first decade is lavishly decorated with local antiques owned by four generations of Browns that lived in the house. The grounds contain the largest formal boxwood garden in Kentucky with nearly three acres of beautiful, perennial and annual borders.

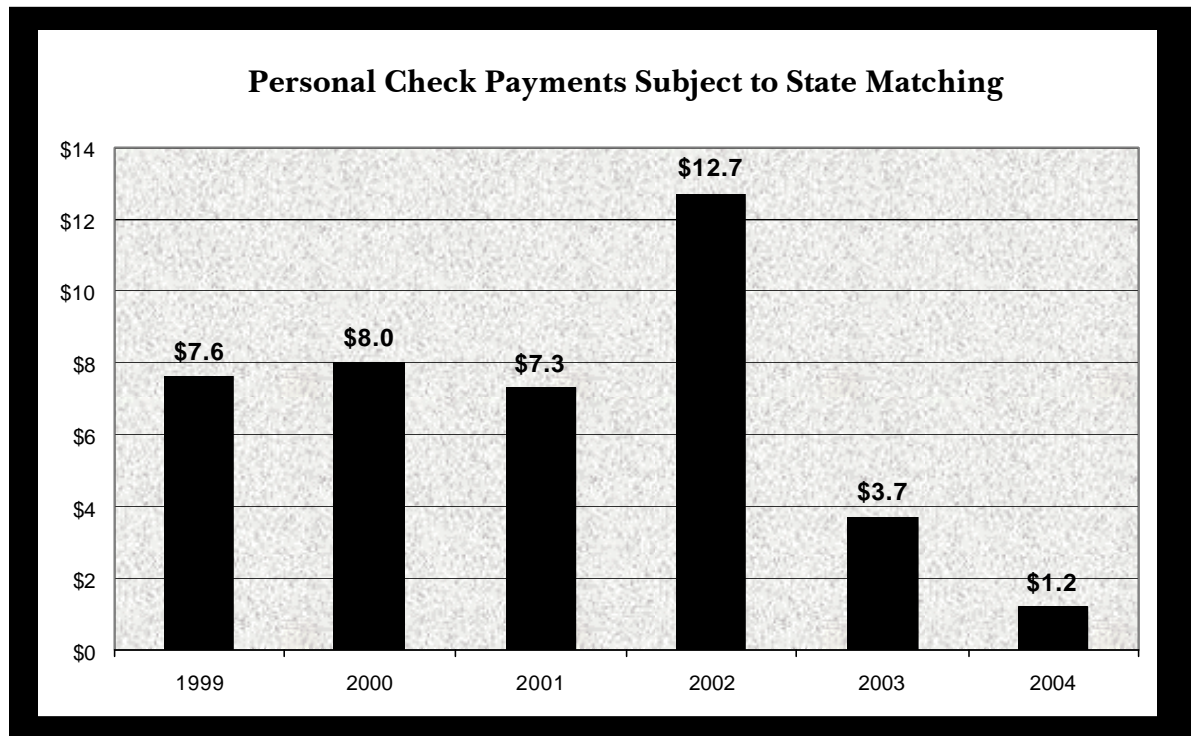
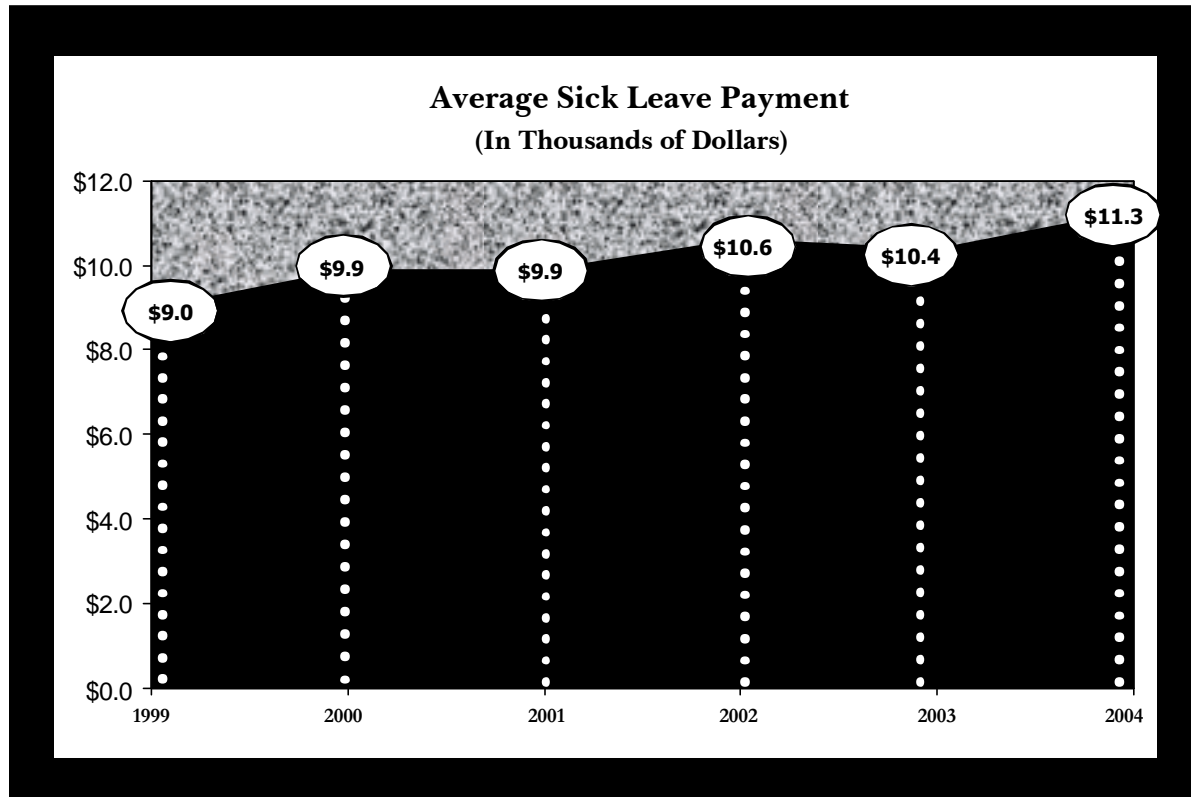
Growth in Annuitants



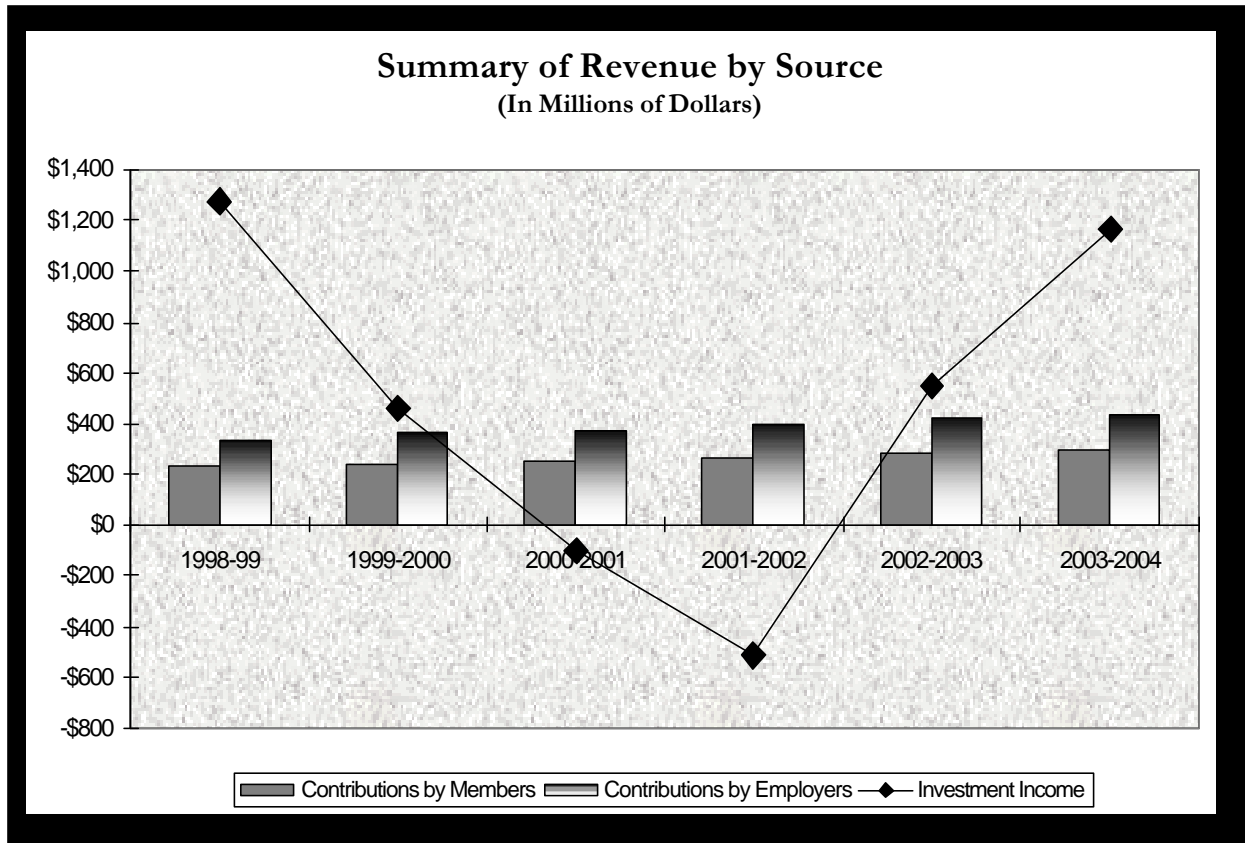
Growth in Service Retirement







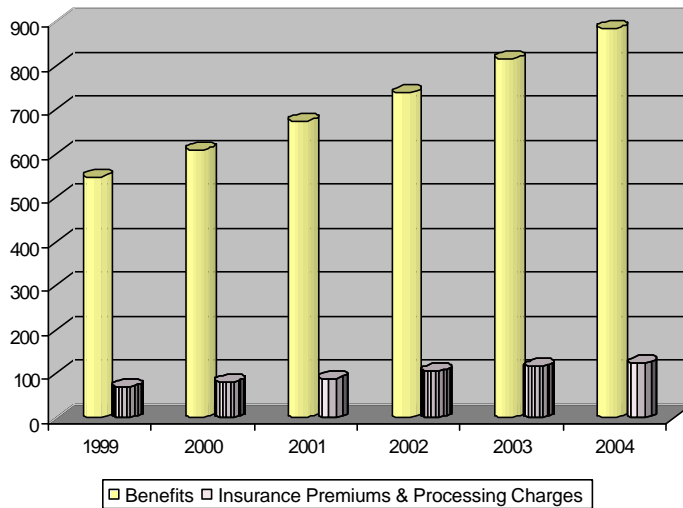
* Legislation enacted July 1, 2002, requires that the member purchasing service credit for out-of-state service or military service also pay the required matching. These purchases are not reflected in this graph.



Summary of Revenue by Source					
YEAR	CONTRIBUTIONS BY MEMBERS	CONTRIBUTIONS BY EMPLOYERS		INVESTMENT INCOME	TOTAL
		Dollars	% of Covered Payroll		
1998-99	\$ 229,327,245	\$ 334,712,004	16.40 %	1,277,114,068	\$ 1,841,153,317
1999-00	239,542,127	360,233,457	16.88	458,000,877	1,057,776,461
2000-01	248,720,484	372,537,868	16.83	(99,579,273)	521,679,079
2001-02	270,545,463	398,782,513	17.24	(514,051,220)	155,276,756
2002-03	284,147,881	418,368,307	16.75	545,962,995)	1,248,479,183
2003-04	292,825,637	435,626,846	16.50	1,165,314,842	1,893,767,325

KENTUCKY TEACHERS' RETIREMENT SYSTEM

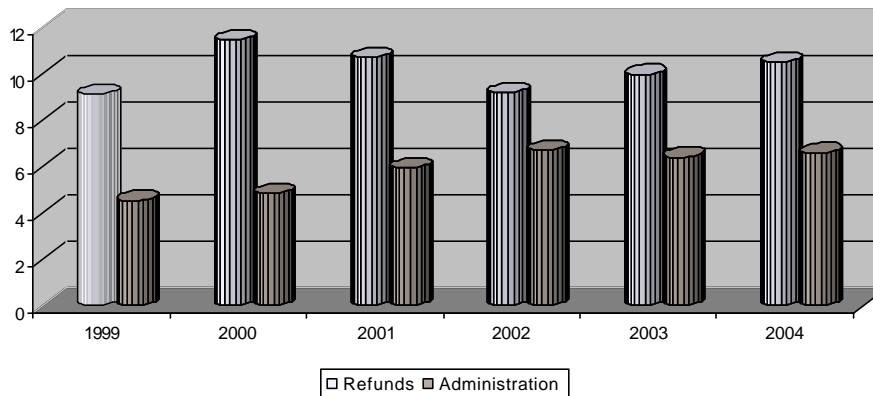
Benefits & Insurance Premium & Processing Charges



Summary of Expenses by Type

(In Millions of Dollars)

Refunds & Administration



YEAR	BENEFITS	INSURANCE PREMIUMS & PROCESSING CHARGES	REFUNDS	ADMINISTRATION
1998-99	\$ 547,385,965	\$ 70,354,071	\$ 9,089,605	\$ 4,522,908
1999-00	609,422,333	80,363,492	11,438,790	4,859,623
2000-01	674,042,865	88,155,912	10,679,136	5,950,036
2001-02	739,496,928	104,978,915	9,152,886	6,677,819
2002-03	817,112,063	115,846,087	9,959,218	6,388,183
2003-04	885,327,573	123,267,668	10,483,757	6,578,420

Year Ended June 30, 2004

Schedule of Benefit Expenses by Type

Year Ended	Service Retirants	Disability Retirants	Survivors	Life Insurance	Refunds
June 30, 1995	\$ 321,855,622	\$ 17,328,942	\$ 7,483,006	\$ 1,898,670	\$ 8,528,796
June 30, 1996	359,085,382	19,661,323	7,834,903	2,178,939	8,418,031
June 30, 1997	399,493,437	21,775,003	8,204,891	2,123,959	33,319,583*
June 30, 1998	456,467,869	24,305,495	8,375,394	2,293,906	9,525,548
June 30, 1999	509,873,252	26,464,287	8,718,626	2,329,800	9,089,605
June 30, 2000	568,598,419	29,148,420	9,322,582	2,350,600	11,438,790
June 30, 2001	627,693,740	32,233,070	10,005,656	4,110,400	10,679,136
June 30, 2002	690,785,876	35,947,786	10,532,466	4,210,800	9,152,886
June 30, 2003	763,146,477	38,744,454	11,259,332	3,961,800	9,959,218
June 30, 2004	827,773,007	41,491,490	12,047,275	4,015,800	10,483,757

* Includes benefit and refund expenses of the tax-sheltered annuity plan.

Summary of State Match and Supplemental Appropriations for Member Contributions to Teachers' Retirement System

Fiscal Year	Total Member Contributions	Employer/Federal Payments	Required State Match Contributions	Required Supplemental Appropriation	Required Sick Leave Payments	Total State Appropriation	(Deficit) Surplus State Funding
1944-48	3,184,178		3,184,178			3,039,017	(145,160)
1948-52	4,951,458		4,951,458			5,090,848	(139,390)
1952-56	7,267,163		7,267,163			6,494,102	(773,062)
1956-60	14,970,961		14,970,961			14,963,272	(7,689)
1960-64	25,945,897		25,945,897			25,938,763	(7,134)
1964-68	49,957,299	2,042,014	47,915,285			45,317,694	(2,597,591)
1968-72	82,922,869	6,044,865	76,878,005			80,091,951	3,213,946
1972-76	120,349,350	8,019,216	112,330,134			111,665,685	(664,449)
1976-80	189,072,371	12,044,186	177,028,185	75,010,028		256,784,030	4,745,817
1980-84	272,744,772	16,334,937	256,409,836	109,622,111	5,197,234	378,667,011	7,437,831
1984-88	413,932,416	21,417,604	392,514,811	141,251,827	13,341,243	515,932,177	(31,175,706)
1988-92	602,399,432	119,352,211	483,347,221	133,545,987	28,978,117	634,358,200	(11,537,557)
1992-96	756,817,769	154,296,351 (2)	602,521,418	213,030,177	53,308,591	854,138,311	(14,751,875)
1996-00	863,954,020	171,037,889	692,916,131	245,400,594	43,209,004	990,501,344	8,975,615
					see (1)		
2000-01	232,984,317	43,818,800	189,165,517	67,154,519		255,140,180	(1,179,856)
2001-02	248,592,121	46,687,129	201,904,992	71,913,789		262,236,026	(11,582,756)
2002-03	255,424,091	53,100,647	202,323,444	74,046,940		268,670,655	(7,699,729)
2003-04	262,075,713	56,435,086	206,541,936	76,324,073		279,215,255	(3,650,754)

(1) The state appropriations for the sick leave deficit started being amortized over 15 years in the year ended June 1999 through the year ended June 2002. Starting the fiscal year 2003 the sick leave deficits were amortized over 20 years.

(2) Beginning with the 1988-89 fiscal year, the Department of Education and the state universities were responsible for matching their members' contributions with the state reimbursing the respective agencies in their normal budget appropriation.

Summary of Fiscal Year 2003-2004
Retiree Sick Leave Payments

ACTUARIAL RATE

Grand Total Members Retiring	2079
Total members receiving sick leave payments	1571
Total amount of sick leave payments @ 9.855% contribution rate	\$ 17,797,742.82
Average payment per retiree	\$ \$11,328.93
Total increase in final average salary base	\$ 5,008,240.52
Average increase in FAS	\$ \$3,187.93
Total service credit of retirees	43,384.70
Average service credit of retirees	<u>27.62</u>

AVERAGE YEARLY ANNUITY \$ 2,095.74

AVERAGE MONTHLY ANNUITY \$ 174.64

ANTICIPATED LIFETIME PAYOUT OF ADDITIONAL ANNUITY \$ 40,874,069.37

Funding of Additional Payments

Member contributions 9.855% x Sick Leave Payment \$ 1,753,967.55

State Contributions 13.105% x Sick Leave Payment 2,332,394.20

TOTAL Member-State Contributions 4,086,361.75

DEFICIT

Anticipated additional payout 40,874,069.37

Less total member & state contributions 4,086,361.75

Subtotal unfunded debt 36,787,707.62

Less current year appropriations 3,968,300.00

TOTAL DEFICIT 32,819,407.62 *

* The sick leave deficit for June 30, 2004 will be amortized over a twenty year period.